

AMR CORP  
Form 8-K  
December 16, 2010

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION

Washington, D. C. 20549

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FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the  
Securities Exchange Act of 1934

Date of earliest event  
reported: December 16, 2010

AMR CORPORATION  
(Exact name of registrant as specified in its charter)

Delaware (State of Incorporation)	1-8400 (Commission File Number)	75-1825172 (IRS Employer Identification No.)
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4333 Amon Carter Blvd. (Address of principal executive offices)	Fort Worth, Texas (Zip code)	76155
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(817) 963-1234  
(Registrant's telephone  
number)

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(Former name or former address, if changed since last report.)

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Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
  - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
  - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
  - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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Item 8.01 Other Events

AMR Corporation is filing herewith its Eagle Eye communication to investors. This document includes (a) actual unit cost, fuel price, capacity and traffic information for October and November and (b) forecasts of unit cost, revenue performance, fuel prices and fuel hedging, capacity and traffic estimates, liquidity expectations, other income/expense estimates and share count.

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SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

AMR CORPORATION

/s/ Kenneth W. Wimberly  
Kenneth W. Wimberly  
Corporate Secretary

Dated: December 16, 2010

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Performance Update

Costs: Unit cost forecasts are attached.

Revenue: Fourth quarter mainline unit revenue is expected to increase between 6.5% and 7.5% year over year, and fourth quarter consolidated unit revenue is expected to increase between 6.5% and 7.5% year over year. In total, Cargo and Other Revenue is expected to increase between 3.6% and 4.6% relative to fourth quarter 2009.

Liquidity: AMR expects to end the fourth quarter with a cash and short-term investment balance of approximately \$4.8 billion, including approximately \$450 million in restricted cash and short-term investments.

Christopher Ducey  
Managing Director, Investor Relations

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## AMR EAGLE EYE

Fuel Forecast (based on December 8, 2010 market prices)

## Fuel Hedge Position:

4Q10: 39% hedged with an average cap of \$2.34 (\$85 crude equivalent) with 39% subject to a floor of \$1.78 (\$61 crude equivalent)

2010: 38% hedged with an average cap of \$2.42 (\$91 crude equivalent) with 37% subject to a floor of \$1.82 (\$65 crude equivalent)

## AMR Fuel Price (Including Effective Hedges and Taxes) and Consumption

	Actual		Forecast		
	Oct	Nov	Dec	4Q10	2010
Fuel Price (dollars/gal)	2.36	2.42	2.46	2.41	2.31
Fuel Consumption (MM gals)	232.5	221.9	234.1	688.5	2,768.5

## Unit Cost Forecast (cents)

## AMR Consolidated Cost per ASM

	Actual		Forecast		
	Oct	Nov	Dec	4Q10	2010
AMR Cost per ASM	12.97	13.65	13.41	13.34	13.21
AMR Cost per ASM (ex-special items) <sup>1/2/</sup>	12.97	13.65	13.22	13.27	13.16
AMR Cost per ASM (ex-fuel and special items) <sup>1/2/</sup>	9.05	9.63	9.11	9.26	9.29

## American Mainline Cost per ASM

	Actual		Forecast		
	Oct	Nov	Dec	4Q10	2010
AA Cost per ASM	12.39	13.08	12.78	12.74	12.61
AA Cost per ASM (ex-special items) <sup>1/2/</sup>	12.39	13.08	12.56	12.67	12.56
AA Cost per ASM (ex-fuel and special items) <sup>1/2/</sup>	8.61	9.21	8.64	8.81	8.82

## Notes:

1/ The Company believes that unit costs excluding fuel and/or special items is a useful measurement to investors in monitoring the Company's ongoing cost performance.

2/ The Company expects a non-cash special item of approximately \$28 million in the fourth quarter related to the impairment of certain route and slot authorities in South America. Consequently, the company expects special items to total approximately \$81 million for the full year 2010.

Capacity and Traffic Forecast  
(millions)

## AA Mainline Operations

	Actual		Forecast		
	Oct	Nov	Dec	4Q10	2010
ASMs	12,895	12,323	12,970	38,187	153,387
Domestic	7,746	7,535	7,798	23,078	93,153
International	5,149	4,788	5,172	15,109	60,234
Traffic	10,774	9,914	10,442	31,131	125,593

## Regional Affiliate Operations

	Actual		Forecast		
	Oct	Nov	Dec	4Q10	2010
ASMs	1,097	1,057	1,093	3,247	12,211
Traffic	828	771	783	2,382	8,828

Below the Line  
Income/Expenses & Taxes

Total Other Income(Expense) is estimated at (\$202) million in the fourth quarter of 2010.

## AMR EAGLE EYE

## Share Count (millions)



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4Q10		
Earnings	Basic	Diluted
\$54 million		
and over	333	390
\$0-\$53		
million	333	344
Loss	333	333

FY2010		
Earnings	Basic	Diluted
\$214 million		
and over	333	390
\$0-\$213		
million	333	344
Loss	333	333

Reconciliation to GAAP

	Actual Oct	Nov	Forecast Dec	4Q10	2010
Cents					
AMR CASM	12.97	13.65	13.41	13.34	13.21
Special Items CASM	-	-	0.19	0.07	0.05
AMR CASM Excluding Special Items	12.97	13.65	13.22	13.27	13.16
Fuel CASM	3.92	4.02	4.11	4.01	3.87
AMR CASM Excluding Fuel and Special Items	9.05	9.63	9.11	9.26	9.29

	Actual Oct	Nov	Forecast Dec	4Q10	2010
Cents					
AA CASM	12.39	13.08	12.78	12.74	12.61
Special Items CASM	-	-	0.22	0.07	0.05
AA CASM Excluding Special Items	12.39	13.08	12.56	12.67	12.56
Fuel CASM	3.78	3.87	3.92	3.86	3.74
AA CASM Excluding Fuel and Special Items	8.61	9.21	8.64	8.81	8.82